

SOUTH KENTUCKY RECC  
SOMERSET, KENTUCKY 42501

For : Entire Territory Served  
P.S.C No 7  
Original Sheet No. R- 33

RULES AND REGULATIONS

**9.00 Direct Load Control of Water Heaters Program**

**Direct Load Control of Air-Conditioners Program**

**Purpose**

The Direct Load Control of Water Heaters and Air Conditioners will encourage the reduction in growth of peak demand, enabling the Company to utilize its system more efficiently and defer the construction of new generation.

**Availability**

Both the Direct Load Control of Water Heaters Program and the Direct Load Control of Air Conditioners Program are available to residential customers in the service territories of South Kentucky Rural Electric Cooperative Corporation. Availability may be denied where, in the judgment of the South Kentucky Rural Electric Cooperative Corporation, installation of the load control equipment is impractical.

**Eligibility**

To qualify for these Programs, the participant must be located in the service territory of South Kentucky Rural Electric Cooperative Corporation and have central air conditioning or heat pump units and/or 40-gallon (minimum) electric water heating units. The above appliances may be electrically cycled or interrupted in accordance with the rules of this Tariff.

**Incentive - Direct Load Control of Water Heaters Program**

South Kentucky Rural Electric Cooperative Corporation will provide an incentive to the participants in this program. South Kentucky Rural Electric Cooperative Corporation will credit the residential power bill of the participant \$10.00 per water heater each year. The participant will receive this credit regardless of whether the water heater is cycled during the month.

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Case No. 2008-00161 Dated October 2, 2008.

PUBLIC SERVICE COMMISSION  
OF KENTUCKY  
EFFECTIVE  
10/2/2008  
SECTION 9 (1)  
Stephanie Dumber  
Executive Director

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**Incentive - Direct Load Control of Air-Conditioners Program**

South Kentucky Rural Electric Cooperative Corporation will provide an incentive to the participants in this program. The customer may select one of two alternatives. One, South Kentucky Rural Electric Cooperative Corporation will credit the residential power bill of the participant \$20.00 per air conditioner (\$5 per summer months, June, July, August, and September). Two, alternatively, EKP, on behalf of South Kentucky Rural Electric Cooperative Corporation, will provide and install at no cost a digital thermostat for the participant. The participant will receive one of these incentives regardless of whether the air conditioner or heat pump is controlled during the month.

**Time Period for the Direct Load Control of Water Heaters Program**

A load control switch will be placed on the water heater and may be electrically interrupted for a maximum time period of four hours.

East Kentucky Power Cooperative ("EKPC") will cycle the water heaters only during the hours listed below.

<u>Months</u>	<u>Hours Applicable for Demand Billing - EST</u>
October through April	6:00 a.m. to 12:00 noon 4:00 p.m. to 10:00 p.m.
May through September	10:00 a.m. to 10:00 p.m.

**Time Period for the Direct Load Control of Air Conditioners**

A load control device (switch or thermostat) will be placed on each central air conditioning unit or heat pump that will allow the operating characteristics of the unit to be modified (by cycling the unit off for periods of time up to 7.5 minutes of each 15-minute interval, or by adjusting the temperature setting on the thermostat up to two degrees) to reduce demand on the system.

EKPC will control the air conditioning units and heat pumps only during its summer on-peak billing hours listed below.

<u>Months</u>	<u>Hours Applicable for Demand Billing - EST</u>
May through September	10:00 a.m. to 10:00 p.m.

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PURSUANT TO 807 KAR 9.011  
SECTION 9 (1)  
By Stephanie Dumber  
Executive Director

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**Terms and Conditions**

1. If a participant decides to withdraw from the program(s) or change to another load control option, South Kentucky Rural Electric Cooperative Corporation will endeavor to implement the change as soon as possible.
2. Prior to the installation of load control devices, South Kentucky Rural Electric Cooperative Corporation may inspect the participant's electrical equipment to insure good repair and working condition, but South Kentucky Rural Electric Cooperative Corporation shall not be responsible for the repair or maintenance of the electrical equipment.
3. EKPC, on behalf of South Kentucky Rural Electric Cooperative Corporation, will install, own, and maintain the load management devices controlling the participant's air conditioner or water heater. The participant must allow South Kentucky Rural Electric Cooperative Corporation, or their representative, reasonable access to install, maintain, inspect, test and remove load control devices. Inability of South Kentucky Rural Electric Cooperative Corporation to gain access to the load management device to perform any of the above activities for a period exceeding 30 days may, at South Kentucky Rural Electric Cooperative Corporation option, result in discontinuance of credits under this tariff until such time as South Kentucky Rural Electric Cooperative Corporation is able to gain the required access.

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PUBLIC SERVICE COMMISSION OF KENTUCKY EFFECTIVE 10/2/2008 PURSUANT TO 807 KAR 5:011 SECTION 9(1) By <u>Stephanie Dumb</u> Executive Director
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